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8	UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF NEVADA			
LO	In re:		)	Case No. 14-10723-ABL
L1	Reza Athari and Fataneh R. Athari,		)	) Chapter 11
L2			)	Hearing Date: October 8, 2014
L3		Debtors.	)	Hearing Time: 1:30 p.m.
L4			)	
L5	REPLY TO OPPOSITION TO DEBTORS' OBJECTION TO			
L6	ALLOWANCE OF PROOF OF CLAIM OF RESORT HOLDINGS 3, LLC IN EXCESS OF BANKRUPTCY CODE SECTION 502(b)(6) CAP			
L7				
L8	TO CREDITOR:	RESORT HOL	DING	S 3 LLC
	TO CREDITOR.	RESORT HOLDINGS 3, LLC c/o Richard L. Doxey, Esq.		
L9	Todd L. Moody, Esq.			
20	Hutchison & Steffen, LLC			
21	10080 W. Alta Drive, Suite 200 Las Vegas, Nevada 89145			
22	Attorneys for Resort Holdings 3, LLC			
23 24	<b>REGARDING CLAIM:</b> Claim No. 9-1, Claim Amount: \$662,529.25			
25	The above-captioned debtors and debtors-in-possession (collectively, the "Debtors") in			
26 27	this Chapter 11 case, hereby file their reply (the "Reply") to the opposition (the "Opposition")			
28	to the Debtors' Objection (the " <b>Objection</b> ") to Allowance of Proof of Claim of Resort Holdings			
29	3, LLC ("Resort Holdings") in Excess of Bankruptcy Code Section 502(b)(6) Cap. In suppor			
30 31	of the Reply, the Debtors respectfully state as follows:			
32				

## **Reply**

- 1. In its Opposition, Resort Holdings admits that the amount in its proof of claim no. 9-1 (the "Claim") of \$662,529.25 was not correct. Instead, Resort Holdings now claims that its Claim should be allowed in the amount of \$452,130.34, which consists of \$252,247.01 in unpaid rent due and owing as of the petition date, and \$199,883.33 representing the rent reserved under the lease, without acceleration, for one year. See Opposition, p. 4. To support these amounts, Resort Holdings submits the declaration of its representative, Robert Hasman (the "Hasman Declaration").
- 2. Importantly, however, the Hasman Declaration only provides the amounts claimed to be owed. It does not provide any accounting of the pre-petition rent due and owing, for which months the amounts represent, which amounts are attributable to late fees, penalties and interest, and whether such amounts constituted accelerated amounts due under the leases. Simply put, Resort Holdings needs to provide a full accounting of all pre-petition amounts owed under the leases, as well as an accounting of its calculation of the post-petition rent due for one year.
- 3. The Ninth Circuit BAP has warned that "a creditor who files a proof of claim that lacks sufficient support under Rule 3001(c) and (f) does so at its own risk. That proof of claim will lack *prima facie* validity, so any objection that raises a legal or factual ground to disallow the claim will likely prevail absent an adequate response by the creditor." <u>Cambell v. Verizon Wireless S-CA (In re Cambell)</u>, 336 B.R. 430, 436 (B.A.P. 9th Cir. 2005); <u>In re All-Am Auxiliary Ass'n</u>, 95 B.R. 540, 545 (Bankr. S.D. Ohio 1989) ("[A] claimant must attach all necessary supporting documents to obtain prima facie validity under Rule 3001(f).").
  - 4. Here, simply stating that certain amounts are owed is not enough. Accordingly,

Resort Properties should provide a detailed accounting of all pre-petition and post-petition amounts claimed to be owed. Conclusion Wherefore, the Debtor respectfully requests that the Court (i) reduce Resort Holdings' Claim as set forth in the Objection, or alternatively, require Resort Holdings to provide an accounting of all amounts claimed to be owed under the leases; and (ii) grant such other relief as the Court deems just and proper. Dated this 3rd day of October, 2014. Respectfully Submitted, /s/Samuel A. Schwartz\_ Samuel A. Schwartz, Esq. Nevada Bar No. 10985 Bryan A. Lindsey, Esq. Nevada Bar No. 10662 The Schwartz Law Firm, Inc. 6623 Las Vegas Blvd. South, Suite 300 Las Vegas, Nevada 89119 Telephone: (702) 385-5544 Attorneys for the Debtors 

**CERTIFICATE OF SERVICE** I HEREBY CERTIFY that a true and correct copy of the foregoing was sent on October 3, 2014, via the Electronic Court's CM/ECF system to the following: JONAS V. ANDERSON on behalf of U.S. Trustee U.S. TRUSTEE - LV - 11 jonas.v.anderson@usdoj.gov GARY L. COMPTON on behalf of Creditor BOULDER DAM CREDIT UNION bkc@comptonlaw.org RICHARD L. DOXEY on behalf of Creditor Resort Holdings 3, LLC rdoxey@hutchlegal.com, ssell@hutchlegal.com U.S. TRUSTEE - LV - 11 USTPRegion17.lv.ecf@usdoj.gov JOSEPH G WENT on behalf of Creditor MUTUAL OF OMAHA BANK JGWent@hollandhart.com, algrangaard@hollandhart.com /s/ Christy Cahall **Christy Cahall**